GOVERNMENT OF ANDHRA PRADERSH
ABSTRACT

Infrastructure & Investment Department – B.E 2020-21 – Administrative Sanction for an amount of Rs.230.00 crores towards Loan to AP Airports Development Corporation Limited (APADCL) - Accorded - Orders – Issued.

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INFRASTRUCTURE & INVESTMENT (AIRPORTS) DEPARTMENT

G.O.RT.No. 27 Dated: 21-09-2020.

Read the following: -

1. G.O.Ms.No.18, Infrastructure & Investment (Airports) Department Dt: 30.03.2020.
2. From the MD&CEO, APADCL Lr. No. 155/HUDCO/AP/LOAN /2020 Dt: 06-07-2020.
3. Letter.No.INI01-APAD-19-2020-Airports, dated 07.08.2020.
4. G.O.Rt.No.2145, Finance (FMU-I&I,Energy, I&C) Dept., dated 13-08-2020.

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ORDER:

In the G.O 1st read above, Government have issued orders selecting M/s.GMR Airports Limited as preferred bidder for development of New Greenfield International Airport at Bhogapuram, Vizianagaram district under PPP mode and also authorizing the Managing Director, APADCL to borrow an amount of Rs.280.00 Crores from Financial Institutions with lesser rate of interest with Government Guarantee for acquisition of balance land.

2. In the letter 2nd read above, the Managing Director &CEO, APADCL has informed that the concession agreement has been concluded with M/s. GMR Visakhapatnam International Airport Limited (an SPV of GMR Airports Limited) on 12-06-2020. As per the Concession Agreement, providing encumbrance free land to concessionaire is one of the conditions precedence on APADCL and so, completing the land acquisition for Bhogapuram International Airport is inevitable for timely completion of the project.

3. The MD&CEO, APADCL has requested to arrange to sanction an amount of Rs.230.00 Crores as loan to APADCL as an interim arrangement for expediting the entire Land Acquisition and R & R activities pertaining to Bhogapuram International Airport.

4. In the reference 3rd read above, the Managing Director &CEO, AP Airports Development Corporation Limited (APADCL) was accorded permission to take short term loan to the extent of Rs.230.00 crores from APIIC on reimbursement basis towards land acquisition process for development of Bhogapuram International Airport. Accordingly, the MD&CEO, APADCL has borrowed Rs.220.00 crores from the APPIIC as short term loan.

5. In the G.O 4thread above, the Finance Department has released BRO for an amount of Rs.230.00 crores as additional funds in relaxation of treasury control and quarterly regulation orders during the current financial year 2020-21 towards Loan to APADCL in connection with land acquisition for development of Bhogapuram International Airport.

6. Government after careful examination hereby accord administration sanction for an amount of Rs.230.00 crores towards Loan to APADCL towards R&R, R&R Infrastructure Development, Additional enhanced compensation as per the orders of Hon'ble High Court

of A.P in W.P (23418/2018), Electrification Charges to EPDCL and balance Land Acquisition activities under Loan Head of Account 7053-00-190-11-05-001-000.

7. The Assistant Secretary to Government and Drawing Officer, Infrastructure & Investment Department shall draw the amount sanctioned in para - 6 above and issue cheque in favour of the Managing Director, AP Airports Development Corporation Limited (APADCL), Vijayawada under proper acknowledgement.

8. The MD&CEO, APADCL is directed to reimburse the amount of Rs.220.00 crores to APIIC against the loan already taken from the APIIC and the remaining Rs.10.00 crores shall be utilized towards the land acquisition and R&R activities if any, as deemed fit.

9. The Managing Director/CEO, AP Airports Development Corporation Limited, Vijayawada shall furnish detailed expenditure particulars to Government for the amounts sanctioned above.

10. This order issues with the Concurrence of the Finance Dept., vide their U.O.NO.FMU0ASD(IC)/147/2020-FMU-IIEIC, dated 14.08.2020.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Managing Director/CEO, AP Airports Development Corporation Limited, Vijayawada.
The Asst. Secretary to Govt. & Drawing Officer, I&I Department.

Copy to:
The Advisor, Aviation, GoAP.
The Director of Treasuries & Accounts, A.P., Vijayawada.
The Pay & Accounts Officer, A.P. Vijayawada.
The Accountant General, A.P., Hyderabad.
The Deputy Pay & Accounts Officer, Secretariat Branch, A.P. Vijayawada.
The P.S to Hon'ble Minister for I&I.
The P.S to Spl.C.S to Govt., I&I Department.
The Finance (FMU-I&I, Energy, I&C) Department.
The Infrastructure & Investment (OP) Department.
(C.No.INI01-APAD/17/2020-Airports)

//Forwarded :: By Order//

SECTION OFFICER